



House of Representatives

General Assembly

File No. 500

February Session, 2014

Substitute House Bill No. 5508

House of Representatives, April 10, 2014

The Committee on Planning and Development reported through REP. ROJAS of the 9th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

AN ACT CONCERNING MUNICIPAL ASSESSMENT AND TAXATION OF PROPERTY USED FOR PUBLIC EDUCATIONAL PURPOSES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 12-81 of the 2014 supplement to the general
2 statutes is amended by adding subdivision (78) as follows (*Effective*
3 *October 1, 2014, and applicable to assessment years commencing on and after*
4 *said date*):

5 (NEW) (78) Any real property, building or structure leased by a
6 public school district and used for public educational purposes.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>October 1, 2014, and applicable to assessment years commencing on and after said date</i>	12-81
-----------	--	-------

PD *Joint Favorable Subst.*

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact: None

Municipal Impact:

Municipalities	Effect	FY 15 \$	FY 16 \$
Various Municipalities	Grand List Reduction	None	Potential

Explanation

The bill exempts real property leased by public school districts from property taxes. It is not known how many public school districts currently lease real property from taxable private entities. To the extent this occurs, there would be a grand list reduction, which would result in a reduced levy, given a constant mill rate.

As the bill is effective for the October 2014 Grand List, FY 16 is the first year in which any grand list reduction would occur.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

OLR Bill Analysis

sHB 5508

***AN ACT CONCERNING MUNICIPAL ASSESSMENT AND
TAXATION OF PROPERTY USED FOR PUBLIC EDUCATIONAL
PURPOSES.***

SUMMARY:

This bill exempts from property taxes any real property, building, or structure a public school district leases for public educational purposes.

EFFECTIVE DATE: October 1, 2014, and applicable to assessment years starting on and after that date.

COMMITTEE ACTION

Planning and Development Committee

Joint Favorable Substitute

Yea 20 Nay 0 (03/25/2014)